



STATE OF INDIANA

Mitchell E. Daniels, Jr.
Governor

STATE BUDGET AGENCY
212 State House
Indianapolis, Indiana 46204-2796
317-232-5610

Christopher A. Ruhl
Director

August 18, 2008

Timothy J. Rushenberg
General Counsel
Department of Local Government Finance
100 N. Senate Avenue N1058 (B)
Indianapolis, IN 46204

Dear Mr. Rushenberg:

Pursuant to the provisions of Executive Order 2-89 and Budget Agency Financial Management Circular 2006-1, the State Budget Agency has reviewed the proposed rule to adopt 50 IAC 17 (LSA #08-603) which you submitted to the State Budget Agency on August 5, 2008.

After reviewing the proposed rule, the recommendation of the State Budget Agency is that the rule changes be approved.

Furthermore, the statement and analysis (attached hereto) provided by the Department of Local Government Finance is hereby adopted as the Office of Management and Budget's own Fiscal Impact Statement for the purpose of satisfying the requirements under IC 4-22-2-28(d). Also, it is adopted as the Office of Management and Budget's cost benefit analysis under IC 4-3-22-13(a).

If you have questions concerning this action, please contact your budget analyst or Gayle Pierson at 232-5610.

Sincerely,

Christopher A. Ruhl
Director

CAR/GP

August 18, 2008